

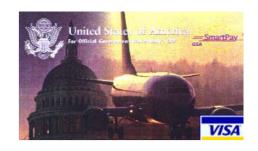


Department of Defense Travel Card Program

Individually Billed Accounts



Point of Contact Information



Bank of America:

Government Card Worldwide

Customer Service 1-800-472-1424

CESWF:

- Jim Shaughnessy
 - Resource Management Office
 - Finance & Accounting Branch 817-886-1421



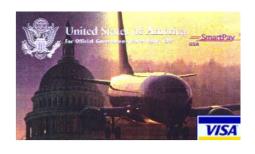
Overview



- Application Process
- Travel Card Process
- Management Controls
- Security / Fraud
- Account Confidentiality
- Collection Process



Application Process



- Travel Card application available on the web
 - Application must be signed by the cardholder
 - Cardholder may or may not authorize the bank to perform a credit check.
 - Must include signature from APC
- Fax to Bank of America's Government Card Services Unit
- Process will be completed within 3 business days
 - 24 hour rush processing available (\$20 fee)



Application Process - Credit Checks



- Bank of America performs a credit inquiry on an individual after receiving authorization.
 - Three major credit bureaus are used:
 - Equifax, TransUnion, and TRW
- Credit Inquiry remains on the credit bureau report for approximately 6 months
- Credit trade lines are not placed on the Cardholder's credit report



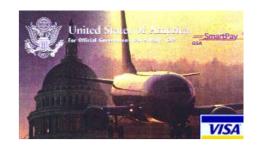
Application Process - Outcome



- If the cardholder does not pass the credit check, Bank of America recommends a Restricted Card
 - APCs have the ability to authorize a Standard Card
- A Restricted Card is issued if the Cardholder does not authorize a credit check



Travel Card Process

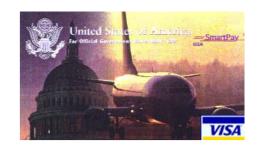


- All Army accounts cycle monthly on the 11th
- Payment in full is due upon receipt of invoice
 - No interest is applied to the account
- Payment methods include:

 - * Pay by Phone * Wire transfer
 - * Any Bank of America branch



Travel Card Process - Disputes

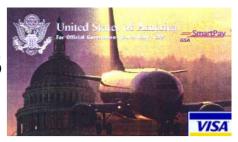


- Cardholder must contact Bank of America within 60 days after receiving the bill with the disputed transaction
- Immediate provisional credit is given

 Additional documentation may be needed from the Cardholder



Management Controls - Card Types



- Standard cards have a charge limit of \$2,750
 - \$2,500 credit, \$250 cash (ATM)
- Restricted cards have a charge limit of \$1,125
 - \$1,000 credit, \$125 cash (ATM)
- Card must be activated/deactivated by APC



Management Controls - MCC Codes



- VISA has established all merchants with specific Merchant Category Codes
- MCCs identify what kind of merchant is processing the transaction.
 - Examples: Mail order Catalog, Auto Dealer, etc.
 - Hundreds of MCC codes exist
- MCC Groups are set up within EAGLS
 - Travel, Retail, and Cash
- DFAS determines which MCCs are included and excluded.



Security / Fraud



- Two types of plastic
 - Standard Plastic
 - Quasi Generic
- Neural Network (FALCON) used to identify fraudulent transactions
 - \$0.00 Cardholder liability
- Compromised accounts are blocked Lost/Stolen
 - New account number and card is issued



Account Confidentiality

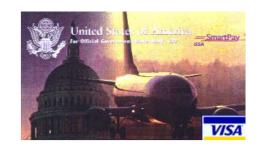


 Only credit inquiry is placed on a Cardholder's credit file.

 No information is released to third parties or internal units within Bank of America.



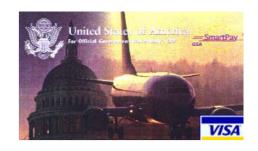
Collection Process - Timeline



Days Past Due	Action Taken
30	Statement message
45	Letter Phone call
55	Pre-suspension letter Phone call
60	Account suspended Statement Message Phone call Letter



Collection Process - Timeline (cont)



<u>Days Past Due</u>	<u>Action Laken</u>

90 Statement Message Phone call

Letter

126 Statement Message
Account cancelled
Cancellation letter

Phone call

Alternate payment options \$29.00 Late fee applied

APC Contacted

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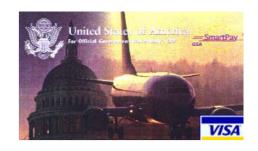
Collection Process - Timeline (cont)



Days Past Due	Action Taken
150	Statement Message Phone call, Letter \$20.00 Late Fee Applied APC Contacted
180	Statement Message Phone call, Letter \$20.00 Late Fee Applied APC Contacted
210	Account Charged Off Collection efforts continue



Collection Process - Suspension



The account is "deactivated" at 60 days

Upon payment of 60-day balance, the account is reactivated



Collection Process - Cancellation



- Account cancelled at 126 days past due
- Three times within twelve months
- Reinstatement
 - balance in full
 - requested by APC
- Referral to outside collection agency or attorney



Collection Process - Mission Critical



- Prevents suspension/cancellation
- Prevents collection activity
- Available at the request of APC
- Pre-determined time frame
- Fully automated process